

ATTACHMENT J -- CRITERIA
FOR FINANCIAL ASSURANCE

10.9.4.2 1011
5/10/94

USEPA SF
1208025

Attachment J
to the Bunker Hill Consent Decree

Any three of the four numbered requirements must be satisfied to comply with the financial assurance requirements of Paragraph 49(e) of the Bunker Hill Consent Decree:

1. Either of the following two (2) alternatives:
 - a.
 - i. total liabilities/net worth = 1.5 or less¹;
or
 - ii. net income plus depreciation, depletion, and amortization minus \$ 10 million/total liabilities greater than 0.10.
 - b. A current bond rating for the company's most recent bond issuance of AAA, AA,A, or BBB as issued by Standard and Poor's or Aaa, Aa, or Baa as issued by Moody's.
2. A ratio of current assets to current liabilities = 1.25 or greater.
3. Tangible net worth greater than the sum of the response cost estimate and other obligations covered by a financial test plus \$ 10 million.
4. Assets located in the united States amounting to at least ninety percent (90%) of total assets or at least six (6) times the sum of the current cost estimate of work to be performed and any obligations covered by the financial test.

¹ The liabilities include all of the company's environmental liabilities for which assurance is given using a financial test.